

Senate Engrossed

State of Arizona  
Senate  
Forty-fifth Legislature  
First Regular Session  
2001

CHAPTER 30  
**SENATE BILL 1132**

AN ACT

AMENDING SECTION 43-581, ARIZONA REVISED STATUTES; RELATING TO PAYMENT AND  
COLLECTION OF TAXES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 43-581, Arizona Revised Statutes, is amended to  
3 read:

4 43-581. Payment of estimated tax; penalty; forms

5 A. An individual who is subject to the tax imposed by this title and  
6 whose Arizona gross income, as defined by section 43-1001, or as described  
7 by section 43-1091 in the case of nonresidents, for the taxable year ~~can~~  
8 ~~reasonably be expected to exceed~~ EXCEEDS seventy-five thousand dollars, or  
9 ONE HUNDRED FIFTY THOUSAND DOLLARS IF A JOINT RETURN IS FILED AND whose  
10 Arizona gross income was greater than seventy-five thousand dollars in the  
11 preceding taxable year OR ONE HUNDRED FIFTY THOUSAND DOLLARS IN THE PRECEDING  
12 TAXABLE YEAR IF A JOINT RETURN IS FILED, shall make payments of estimated tax  
13 during the individual's tax year. The amount of the payments of estimated  
14 tax shall be an amount which reasonably reflects a taxpayer's Arizona income  
15 tax liability which will be unpaid at the end of the taxpayer's tax  
16 year. This amount shall be paid in four installments on or before the due  
17 dates established by the internal revenue code and shall total, when combined  
18 with the taxpayer's withholding tax, at least ninety per cent of the tax due  
19 for the current taxable year or one hundred per cent of the tax due for the  
20 preceding taxable year.

21 B. Any other individual who is subject to the tax imposed by this  
22 title may make payments of estimated tax during such individual's tax year.  
23 The amount of any payment of estimated tax shall be either:

24 1. If payments of estimated tax are made pursuant to the internal  
25 revenue code, ten, fifteen or twenty per cent of the amount paid to the  
26 internal revenue service as estimated tax computed pursuant to the internal  
27 revenue code and the income tax act of 1954, as amended, to be paid on or  
28 before the due dates established by the internal revenue code.

29 2. If no federal estimated tax payments are required to be made, an  
30 amount which reasonably reflects a taxpayer's Arizona income tax liability  
31 which will be unpaid at the end of such taxpayer's tax year.

32 C. The department shall prescribe rules for the payments of estimated  
33 tax which shall provide for estimated payments in a manner similar to the  
34 manner prescribed in the internal revenue code.

35 D. If the taxpayer does not pay the estimated tax required by  
36 subsection A of this section on or before the prescribed dates, there is  
37 assessed and the department shall collect a penalty upon the unpaid amount  
38 as prescribed by section 42-1125, subsection P. No penalties or interest  
39 shall be assessed or collected if EITHER OF THE FOLLOWING APPLIES:

40 1. THE estimated tax payments made pursuant to this section are  
41 allowable exceptions under the provisions of section 6654 of the internal  
42 revenue code.

1           2. THE TAXPAYER'S ARIZONA INCOME TAX LIABILITY DUE ON THE TAXPAYER'S  
2 RETURN IS LESS THAN \$1,000.

3           E. The department shall make available suitable forms and instructions  
4 to taxpayers who make estimated tax payments pursuant to this article.

5           Sec. 2. Effective date

6           This act is effective for taxable years beginning from and after  
7 December 31, 2001.

APPROVED BY THE GOVERNOR APRIL 3, 2001.

FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 3, 2001.

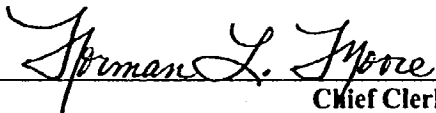
Passed the House March 27, 2001,

by the following vote: 57 Ayes,

2 Nays, 1 Not Voting



Speaker of the House

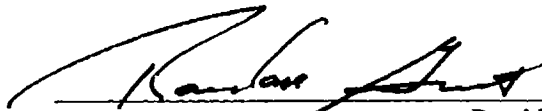


Chief Clerk of the House

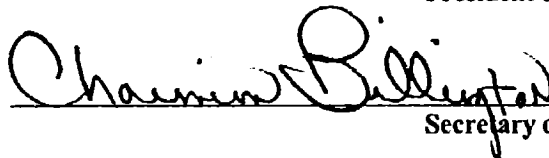
Passed the Senate February 19, 2001,

by the following vote: 28 Ayes,

0 Nays, 2 Not Voting



President of the Senate



Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill was received by the Governor this

28 day of March, 2001,

at 11:40 o'clock A M.



Secretary to the Governor

Approved this 3 day of

April, 2001,

at 7:40 o'clock A M.



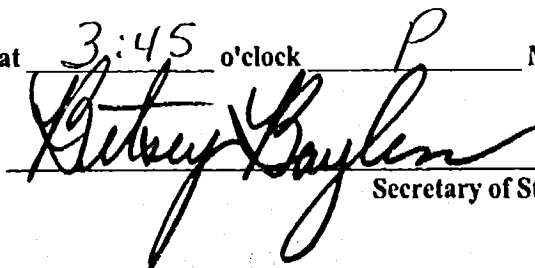
Governor of Arizona

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 3 day of April, 2001,

at 3:45 o'clock P M.



Secretary of State

S.B. 1132